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9  
10 **UNITED STATES DISTRICT COURT**  
11 **CENTRAL DISTRICT OF CALIFORNIA**

12 Janet Garcia, Gladys Zepeda, Miriam Zamora,  
13 Ali El-Bey, Peter Diocson Jr., Marquis Ashley,  
14 James Haugabrook, individuals, KTOWN FOR  
15 ALL, an unincorporated association,  
ASSOCIATION FOR RESPONSIBLE AND  
16 EQUITABLE PUBLIC SPENDING an  
unincorporated association

17 *Plaintiffs,*

18 vs.

19 CITY OF LOS ANGELES, a municipal entity;  
DOES 1-50,

20 *Defendant(s).*

21 Case No.: 2:19-cv-6182-DSF-PLA  
[Assigned to Judge Dale S. Fischer]

22 **DEFENDANT CITY OF LOS  
ANGELES' REPLY IN SUPPORT OF  
MOTION TO DISMISS  
PLAINTIFFS' SUPPLEMENTAL  
COMPLAINT TO FIRST AMENDED  
COMPLAINT FOR LACK OF  
SUBJECT MATTER JURISDICTION  
(FED. R. CIV. PROC. 12(b)(1));**

23 Date: December 2, 2019

24 Time: 1:30 p.m.

25 Ctrm: 7D

26 **Judge: Hon. Dale S. Fischer**

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## **INTRODUCTION**

2 Association Plaintiffs Ktown for All (“KFA”) and Association for Responsible and  
3 Equitable Public Spending (“AREPS”) purport to represent the interests of unidentified  
4 homeless persons who are not parties to this litigation located within the City of Los  
5 Angeles (“City”). KFA and AREPS contend that they have the right to seek relief  
6 prohibiting the City from allegedly violating others’ constitutional rights, declaring Los  
7 Angeles Municipal Code (“LAMC”) 56.11 unconstitutional under the United States and  
8 California Constitutions, and enjoining the enforcement of LAMC 56.11. The  
9 Association Plaintiffs seek to convert a case involving the alleged incidents of seven  
10 individual plaintiffs into a de-facto class action on behalf of all homeless persons. To  
11 invoke this Court’s jurisdiction under Article III, the Association Plaintiffs must allege  
12 specific facts establishing an injury-in-fact that is concrete and particularized and not  
13 speculative or conjectural, with the concrete injury being traceable to the City’s conduct  
14 and redressable by an order from this Court. The Association Plaintiffs have not met  
15 their burden and must be dismissed.

## **ARGUMENT**

## I. THE ASSOCIATION PLAINTIFFS' DISCLAIMER OF DAMAGES DOES NOT CURE THE STANDING DEFECTS FOR AS-APPLIED CLAIMS.

19        The FAC alleges that all Plaintiffs, including KFA and AREPS, assert three *facial*  
20 claims challenging the constitutionality of only two specific subsections of LAMC 56.11  
21 and three *as-applied* constitutional and statutory claims, and all six claims seek  
22 compensatory damages, declaratory relief, and injunctive relief. *See* Dkt. No. 21 (Mot.)  
23 at 6-8, 19; Dkt. No. 20 (FAC) at ¶¶ 230-260, 267-70; *Id.* at Prayer ¶¶ 1-5. The  
24 Association Plaintiffs allege – for the *first time* in Opposition – that KFA and AREPS  
25 now seek only “injunctive and declaratory relief” and not “damages on behalf of [their]  
26 individual members” as alleged in the FAC. *See* Dkt. No. 24 (Opp.) at 1, 15.

27 First, “[i]t is axiomatic that the complaint may not be amended by the briefs in  
28 opposition to a motion to dismiss.” *BlueEarth BioFuels, LLC v. Hawaiian Elec. Co.*, 780

1 F. Supp. 2d 1061, 1075 n.10 (D. Haw. 2011) (quoting *Zimmerman v. PepsiCo, Inc.*, 836  
 2 F.2d 173, 181 (3d Cir. 1988). This attempted amendment shows the FAC failed to allege  
 3 facts establishing KFA’s and AREPS’ standing to assert each claim and form of relief.<sup>1</sup>

4 Second, the Association Plaintiffs assert broad rights to seek declaratory and  
 5 injunctive relief on behalf of others without addressing the particular claims supporting  
 6 this relief. *See* Opp. at 1 (KFA and AREPS seek “injunctive and declaratory relief that  
 7 would enjoin this unconstitutional ordinance from being enforced unlawfully and would  
 8 prevent the City from continuing to unlawfully seize and destroy people’s belongings.);  
 9 *see also* Dkt. No. 25 (Pltf’s 12(b)(6) Opp.) at 2 (All Plaintiffs “challenge how LAMC  
 10 56.11 applies to them *and other homeless people.*”) (emphasis added).

11 The FAC does not allege claims challenging the entirety of LAMC 56.11. Rather,  
 12 the FAC’s facial claims challenge only two specific subsections: the removal and  
 13 disposal or storage of bulky items and property posing immediate threats to public health  
 14 and safety. *See* FAC at ¶¶ 230-235; 244-253; Mot. at 4-8. The FAC does not allege class  
 15 claims, and KFA and AREPS cannot pursue *as-applied* claims on behalf of others  
 16 irrespective of the form of relief.<sup>2</sup>

17 The *Hunt* test for representative standing is not satisfied “unless neither the claim  
 18 asserted nor the relief requested requires participation of individual members in the  
 19 lawsuit.” *Hunt v. Wash. State Apple Adver. Comm’n*, 432 U.S. 333, 343 (1977); Mot. at  
 20 17-19. The third *Hunt* factor precludes representative standing unless the association’s  
 21 claim raises a pure question of law. *Int’l Union v. Brock*, 477 U.S. 274, 287 (1986). In

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22  
 23 <sup>1</sup> Even if the Court considers this de-facto amendment, the Association Plaintiffs do  
 24 not identify the particular claims for which they now seek only injunctive and  
 25 declaratory relief. Thus, neither the FAC nor the Opposition alleges specific facts  
 26 demonstrating each element of Article III standing for each particular claim asserted  
 27 and each form of relief sought in the FAC. *See* Mot. at 9; *Town of Chester v. Laroe  
 Estate, Inc.*, 137 S. Ct. 1645, 1650, 198 L. Ed. 2d 64 (2017).

28 <sup>2</sup> The City would challenge any attempt by the Individual Plaintiffs to assert claims on  
 behalf of third parties, as opposed to their respective individual claims.

1 *Brock*, the Supreme Court reasoned that where a complaint raises anything other than a  
 2 pure legal question, the issues implicate individualized factual inquiries that *Hunt*  
 3 prohibited. *Id.*; *Ass'n of Christian Sch. Int'l v. Stearns*, 678 F. Supp. 2d 980, 985 (C.D.  
 4 Cal. 2008) (when as-applied claims seeking declaratory relief “require an ‘ad hoc factual  
 5 inquiry’ for each member represented by the association, the organization does not have  
 6 associational standing.”) (quoting *Rent Stabilization Ass'n v. Dinkins*, 5 F.3d 591, 596 (2d  
 7 Cir. 1993)).

8 To the extent that the Association Plaintiffs have not abandoned the FAC’s as-  
 9 applied claims, they lack standing to pursue these claims irrespective of the form of  
 10 relief. *See Stearns*, 678 F. Supp. 2d at 982-86; *Spindex Physical Therapy USA Inc. v.*  
 11 *United Healthcare of Ariz., Inc.*, 770 F.3d 1282, 1292-93 (9th Cir. 2014) (finding that  
 12 association lacked standing to pursue claims on behalf of its members for declaratory and  
 13 injunctive relief because the “multiple variations, specific to individual members” were  
 14 “not susceptible to judicial treatment as systematic policy violations that make extensive  
 15 individual participation unnecessary.”). As discussed below, KFA and AREPS lack  
 16 Article III standing to pursue any other claims or requests for relief.

## 17 **II. KFA LACKS DIRECT STANDING.**

18 The City identified numerous deficiencies in KFA’s direct standing, which the  
 19 Opposition does not address. *See* Mot. at 11-16. KFA contends that the City’s  
 20 enforcement of LAMC 56.11 caused direct injury to KFA by making it more difficult to  
 21 stay in contact with unhoused neighbors and decreasing the ability of unhoused members  
 22 to participate in KFA’s advocacy efforts. FAC ¶¶ 40, 43; Opp. at 8.<sup>3</sup>

23 The Supreme Court made clear that the injury alleged by an associational plaintiff  
 24 must have a nexus to the substantive character of the statute and must be fairly traceable  
 25

---

26  
 27 <sup>3</sup> In its Opposition, KFA misrepresents to the Court that “the City does not dispute that  
 28 [KFA] has adequately alleged that the sweeps made it harder to build connection with  
 unhoused individuals.” Opp. at 9. Not so. The City’s Motion disputed KFA’s alleged  
 injury, causation, and redressability. *See* Mot. at 12-16.

1 to the challenged statute. *Clapper v. Amnesty Int'l USA*, 568 U.S. 398, 413 (2013);  
 2 *Diamond v. Charles*, 476 U.S. 54, 70 (1986). LAMC 56.11 is a law of general  
 3 application for maintaining the public right-of-way; it does not address housing or  
 4 homeless shelters, does not require or mandate that unhoused residents leave or remain in  
 5 Koreatown, and imposes no duties enforceable against the City to ensure that KFA is able  
 6 to stay in contact with unhoused members without difficulty. Mot. at 12, 15-16. KFA  
 7 does not establish a nexus or causal connection between LAMC 56.11 and the difficulty  
 8 KFA may face maintaining contact with unhoused members, much less a connection  
 9 specific to bulky items and property posing immediate threats to public health and safety  
 10 challenged in the facial claims. Moreover, KFA was formed in 2018, three years after the  
 11 City commenced cleanups under the current version of LAMC 56.11. Regardless of  
 12 whether a “temporal requirement exists in the law” (Opp. at 12), KFA fails to explain  
 13 how its alleged harm can be measured when the City conducted cleanups during the  
 14 entire year and half of KFA’s existence. Based on its own allegations, KFA admits that it  
 15 is inherently difficult to stay in contact with unhoused residents because they move  
 16 around like Plaintiff El Bey. FAC ¶ 176. KFA does not quantify the level of difficulty or  
 17 allege any “increase” in difficulty as a result of the City’s actions. Here, again, KFA’s  
 18 allegations do not live up to the Supreme Court’s mandate that alleged harm must be  
 19 “concrete and particularized” and not speculative or conjectural. *Lujan v. Defenders of*  
 20 *Wildlife*, 504 U.S. 555, 560 (1992).

21 The Supreme Court established that the line of causation cannot be attenuated and  
 22 found that it is “substantially more difficult” to establish standing because causation  
 23 involving the government’s regulation of “*someone else*” “depends on the unfettered  
 24 choices made by independent actors not before the court[.]” *Lujan*, 504 U.S. at 562  
 25 (emphasis in original); *Clapper*, 568 U.S. at 414, n.5. The FAC alleges that Plaintiff El-  
 26 Bey resided around Koreatown and “moves around because he experiences frequent  
 27 harassment from neighbors”, “suffers from mental health issues”, “does not like to be  
 28 around other people, and “as a result he moves from location to location[.]” FAC ¶ 176;

1 Mot. at 15-16. KFA does not explain how El-Bey is different from other unhoused  
 2 residents or why KFA’s unhoused members do not move around for similar reasons. The  
 3 causal link between the City’s alleged conduct and KFA’s alleged difficulty staying in  
 4 contact with unhoused members is too attenuated and speculative to support standing.

5 Like causation, redressability is “substantially more difficult” to establish when the  
 6 purported harm arises from regulation of other independent actors not before the Court.  
 7 *Lujan*, 504 U.S. at 562; Mot. at 15-16. KFA asserts broad rights to seek injunctive and  
 8 declaratory relief, but fails to explain how this relief will make it less difficult to maintain  
 9 contact with unhoused residents, many of whom move around for a variety of reasons,  
 10 like El Bey. Redressability is even more attenuated when construed in reference to the  
 11 facial claims. KFA does not address how an injunction prohibiting the removal of bulky  
 12 items or immediate threats to public health and safety will increase unhoused members’  
 13 participation in KFA’s advocacy efforts or reduce KFA’s difficulty in maintaining  
 14 contact with unhoused members.

15 KFA’s failure to address these issues is fatal because it must satisfy “the traditional  
 16 standing requirements of (1) injury in fact, (2) causation, and (3) redressability” to  
 17 establish direct standing for injuries to itself. *Rodriguez v. City of San Jose*, 930 F.3d  
 18 1123, 1134 (9th Cir. 2019). An organization may sue based on diversion of resources to  
 19 counteract or avoid suffering an actual injury to the organization caused by the  
 20 challenged statute and the defendant’s conduct. *Id.*; *La Asociacion de Trabajadores de*  
 21 *Lake v. City of Lake Forest*, 624 F.3d 1083, 1088 (9th Cir. 2010). KFA must establish a  
 22 nexus to the challenged statute and an actual, not speculative, injury that it sought to  
 23 counteract by diverting resources. *Id.*; *Clapper*, 568 U.S. at 416.

24 KFA argues that it is “virtually indistinguishable” from the organization in *Havens*,  
 25 HOME. Opp. at 11. Not so. *See* Mot. at 13-14. In *Havens*, the statute addressed racial  
 26 steering in housing, provided an enforceable right against these practices, and HOME’s  
 27 purpose was to promote racially integrated housing. *Havens Realty Corp. v. Coleman*,  
 28 455 U.S. 363 (1982). HOME’s diversion of resources was to counteract the precise

1 harms the statute was intended to guard against. Mot. at 14. The other cases KFA cites  
 2 are similarly distinguishable because of the nexus between the challenged statute, the  
 3 defendant's conduct, and the organization's mission. *See* Opp. at 8-9; *Nat'l Council of*  
 4 *La Raza v. Cegavske*, 800 F.3d 1032 (9th Cir. 2015) (National Voter Registration Act that  
 5 contained private right of action and alleged violation regarding voter registration  
 6 brought by organizations with mission to increase minority participation in elections and  
 7 diversion of resources to counteract voter registration issues); *Smith v. Pac. Props. Dev.*  
 8 & *Corp.*, 358 F.3d 1097 (9th Cir. 2004) (Fair Housing Amendments Act prohibiting  
 9 discrimination that also protected associations brought by organization with mission to  
 10 eliminate discrimination against individuals with disabilities in housing).

11 KFA's "mission" is to "form connections between housed and unhoused residents  
 12 of Koreatown and to advocate for housing and shelters in Koreatown." FAC ¶ 38. As  
 13 discussed above, there is no nexus between LAMC 56.11 and KFA's mission, and the  
 14 alleged injury – making it more difficult "to stay in contact with unhoused neighbors" –  
 15 is too speculative and attenuated and not traceable to the City. Recognizing this fact,  
 16 KFA alleged a different "mission" in its Opposition – "to politically empower its  
 17 members and unhoused neighbors" – which is even more attenuated than KFA's original  
 18 mission. Opp. at 9. Even if KFA received leave to amend to allege a "new mission"  
 19 there is still no nexus between LAMC 56.11 or cognizable injuries to that mission  
 20 traceable to the City. In sum, KFA has not and cannot allege any direct injuries sufficient  
 21 to confer Article III standing to challenge LAMC 56.11.

### 22 **III. KFA LACKS REPRESENTATIVE STANDING.**

23 KFA bears the burden to establish standing to pursue each particular claim and  
 24 request for relief and has failed to do so. *Town of Chester*, 137 S. Ct 1645, 1650. KFA  
 25 has not alleged sufficient facts for representative standing under *Hunt*.

26 First, KFA does not allege at least one identified member suffered actual harm as a  
 27 result of the City's conduct as required under the first *Hunt* prong. Opp. at 12-13. KFA  
 28 cites an unpublished District Court opinion for the proposition that such specific

1 allegations are not required at the pleading stage. *See* Opp. at 12 (citing *Torres v. U.S. Dep’t of Homeland Sec.*, No. 5:18-cv-2604-JGB-(SHKx)), at \*12-13 (C.D. Cal. Oct. 24, 2019)). *Torres*, however, does not even address, much less refute, the Supreme Court and Ninth Circuit authority requiring that KFA “make specific allegations establishing that at least one identified member had suffered or would suffer harm.” *Summers v. Earth Island Inst.*, 555 U.S. 488, 498 (2009); Mot. at 17-18; *c.f.*, FAC ¶¶ 45-46.

7 Moreover, identifying a specific member who suffered actual injury is required  
 8 here. KFA has housed and unhoused members, but does not allege how many unhoused  
 9 residents are members and, out of those unhoused members, how many suffered any  
 10 actual harm traceable to the City. The FAC vaguely alleges that its “unhoused” members  
 11 “have been subjected to the City’s enforcement of LAMC 56.11 and have suffered harm  
 12 as a result of that enforcement, including the loss of property and deprivation of their  
 13 constitutional and statutory rights.” FAC at ¶ 42. The FAC does not address the nature  
 14 of the enforcement or allege any facts showing the City caused a decrease in members’  
 15 participation in KFA advocacy meetings. Mot. at 18. KFA must make specific  
 16 allegations identifying at least one member who suffered an actual, concrete, and  
 17 particularized harm to support standing under *Hunt*. *Summers*, 555 U.S. at 499.

18 Similarly, KFA now argues it only seeks prospective relief and not damages. Opp. at 1, 15. As discussed, KFA must still allege facts supporting standing to pursue each  
 19 particular claim and request for relief and has failed to do so. To seek prospective relief,  
 20 KFA must allege facts showing that the threat of future harm to its unhoused members is  
 21 “certainly impending” under the statute. *Clapper*, 568 U.S. at 410, 412. The Opposition  
 22 argues that future harm is “certainly impending” because the City increased funding for  
 23 cleanups and enforces LAMC 56.11 against its members. Opp. at 16. But KFA has not  
 24 alleged facts showing that at least one identified member suffered harm, much less that  
 25 the threat of future harm to at least one identified member is certainly impending.

26 Second, KFA has not met the second *Hunt* prong because, for the reasons  
 27 discussed in Section II, this action is not germane to KFA’s mission because there is no

1 nexus between LAMC 56.11 and any alleged harms to KFA’s mission traceable to the  
 2 City’s conduct. The cases KFA cites are distinguishable for this reason. Opp. at 15; *c.f.*  
 3 *Airline Serv. Providers Ass’n v. Los Angeles World Airport Authority*, 873 F.3d 1074 (9th  
 4 Cir. 2017) (trade associations representing members in airline industry in labor dispute).

5 Finally, KFA has not met the third *Hunt* prong because litigating these issues will  
 6 require participation of the individuals who suffered the alleged injuries. *Hunt*, 432 U.S.  
 7 at 343; *Brock*, 477 U.S. at 287. Indeed, even for the facial claims, KFA has not identified  
 8 an unhoused member who suffered harm relating to the enforcement of the subsections  
 9 addressing bulky items or property posing an immediate threat to public health and  
 10 safety. While KFA may desire to challenge the City’s policies and practices (Opp. at 14),  
 11 the law still requires that KFA establish its standing. “Article III requires more than a  
 12 desire to vindicate value interests.” *Diamond*, 476 U.S. at 66.

#### 13 **IV. AREPS LACKS MUNICIPAL TAXPAYER STANDING.**

14 AREPS does not address or distinguish the Supreme Court authority requiring  
 15 that AREPS allege a direct injury establishing that it has a “direct and immediate”  
 16 “interest in the application” of the City’s “municipal revenues” and that its claims for  
 17 prospective relief are redressable. *See* Mot. at 20-22; *ASARCO, Inc. v. Kadish*, 490  
 18 U.S. 605, 613 (1991). Instead, AREPS contends that it has Article III standing to  
 19 pursue claims for injunctive and declaratory relief based solely on its payment of  
 20 municipal taxes to the City’s general fund. *See* Opp. at 17-18; FAC ¶¶ 44-46; 86-87.

21 AREPS cites *Cammack v. Wailee*, 932 F.2d 765, 770 (9th Cir. 1991), for the  
 22 proposition that “municipal taxpayer standing simply requires the ‘injury’ of an  
 23 allegedly improper expenditure of municipal funds, and in this way mirrors our  
 24 threshold for state taxpayer standing.” Opp. at 17. The Supreme Court subsequently  
 25 overruled the authority on which *Cammack* relied in support of this holding.  
 26 *DaimlerChrysler Corp. v. Cuno*, 547 U.S. 332, 346 & n.4 (2006); *Arakaki v. Lingle*,  
 27 477 F.3d 1048, 1062 (9th Cir. 2007). *Cammack* has not been expressly overruled, but  
 28 more recent Ninth Circuit authority confirms that municipal taxpayer plaintiffs must

1 show the direct injury required by *ASARCO* to establish Article III standing. *Villa v.*  
 2 *Maricopa Cty.*, 865 F.3d 1224, 1229 (9th Cir. 2017). AREPS reliance on *Cammack* is  
 3 misplaced.

4 The Supreme Court’s rule against taxpayer standing arises out of the seminal  
 5 case of *Frothingham v. Mellon*, 262 U.S. 447, 486-487 (1923) (also cited as  
 6 *Massachusetts v. Mellon*, 262 U.S. 447 (1923)). In discussing the rule against taxpayer  
 7 standing, the Court distinguished other cases concerning municipal taxpayers stating  
 8 that the “interest of a taxpayer of a municipality in the applications of its moneys [was]  
 9 direct and immediate and the remedy by injunction to prevent their misuse [was] not  
 10 inappropriate.” *Id.* at 486. This distinction was “based upon the peculiar relation of  
 11 the corporate taxpayer to the corporation, which is not without some semblance to that  
 12 subsisting between stockholder and private corporation.” *Id.* at 487.

13 In *Doremus*, Supreme Court considered state – *not municipal* – taxpayer  
 14 standing, but quoted *Frothingham*’s statement regarding municipal taxpayer standing.  
 15 *Doremus v. Bd. of Ed. of Borough of Hawthorne*, 342 U.S. 429, 433-434 (1952). The  
 16 Supreme Court then held that “[t]he party who invokes the power [of the court] must  
 17 be able to show not only that the statute is invalid but that he has sustained or is  
 18 immediately in danger of sustaining some direct injury as the result of its enforcement,  
 19 and not merely that he suffers in some indefinite way in common with the people  
 20 generally.” *Id.* at 434. *Doremus* held that a “taxpayer’s action can meet this test, but  
 21 only when it is a good-faith pocketbook action.” *Id.* at 435. The state taxpayer plaintiff  
 22 lacked standing there because there was “no such direct and particular financial  
 23 interest” and the grievance was not “a direct dollars-and-cents injury[.]” *Id.*

24 The Ninth Circuit adopted its own test for state taxpayer standing in *Hoohuli v.*  
 25 *Ariyoshi*, 741 F.2d 1169, 1178 (9th Cir. 1984), which held that state taxpayers can  
 26 establish Article III standing under *Doremus* by alleging “the relationship between  
 27 taxpayer, tax dollars, and the allegedly illegal government activity.” *Hoohuli* did not  
 28 require that the taxpayer prove that his or her tax burden would be lightened by the

1 cancellation of the challenged tax expenditure. *See id.* at 1180; *Arakaki*, 477 F.3d at  
 2 1062-63.

3 In *Cammack*, the Ninth Circuit addressed claims asserted by state and municipal  
 4 taxpayers alleging that that a statute declaring Good Friday to be a state holiday  
 5 violated the Establishment Clause. *Cammack*, 932. F.2d at 766-67. The Ninth Circuit  
 6 applied *Hoohuli*'s test for state taxpayer to municipal taxpayers. *Id.* at 769-770.  
 7 Specifically, the Ninth Circuit concluded that “that municipal taxpayer standing simply  
 8 requires the ‘injury’ of an allegedly improper expenditure of municipal funds, and in  
 9 this way mirrors our threshold for state taxpayer standing.” *Id.* at 770. This “threshold  
 10 for state taxpayer standing” was based on *Hoohuli*. *Id.* at 769-770.

11 In *DaimlerChrysler*, the Supreme Court overruled *Hoohuli*'s articulated test for  
 12 taxpayer standing, which formed the basis for *Cammack*'s test for municipal taxpayer  
 13 standing. *See DaimlerChrysler*, 547 U.S. at 346 & n.4 (“[W]e hold that state taxpayers  
 14 have no standing under Article III to challenge state tax or spending decisions simply  
 15 by virtue of their status as taxpayers.”). The Supreme Court did not expressly address  
 16 municipal taxpayer standing under *Frothingham* because the issue was not raised, but  
 17 reiterated the speculative nature of assuming that “any revenue increase resulting from  
 18 a taxpayer suit will be put to a particular use.” *Id.* at 349-350. The Supreme Court  
 19 concluded that “[a]ll of the theories plaintiffs have offered to support their standing to  
 20 challenge the franchise tax credit are unavailing.” *Id.* at 354.

21 In *Arakaki*, the Ninth Circuit held: “*DaimlerChrysler* plainly undermines  
 22 *Hoohuli*'s standing principles.” *Arakaki*, 477 F.3d at 1062-63. Specifically, the Ninth  
 23 Circuit found that: “Under *Hoohuli*, plaintiffs had to meet a three-part test for state  
 24 taxpayer standing: (1) taxpayer status, (2) the funds in question were appropriated from  
 25 the state's general funds, and (3) the state was spending the funds for an unlawful  
 26 purpose. We did not require that the taxpayer prove that his tax burden would be  
 27 lightened by the cancellation of the challenged expenditure....” *Id.* at 1063.  
 28 “*DaimlerChrysler*, by contrast, requires that state taxpayers establish a particularized,

1 concrete injury that is redressable by the court’s judgment. As the Supreme Court  
 2 observed, the plaintiff’s alleged injury is speculative if redress depends on how the  
 3 legislature responds to the court’s judgment.” *Id.* (internal citations omitted).<sup>4</sup>

4 AREPS relies on a district court opinion to support its reliance on the now  
 5 defunct *Cammack*. Opp. at 17-19; *We Are Am./Somos Am. v. Maricopa Cnty Bd. of*  
*6 Supervisors*, 809 F. Supp. 2d 1084 (D. Ariz. 2011)). In *We Are America*, the District  
 7 Court cited *Arakaki* for the proposition that “*DaimlerChrysler* effectively overrules  
 8 *Hoohuli* and plainly undermines *Hoohuli*’s standing principles.” *Id.* at 1109. The  
 9 Court concluded that “[t]he continuing vitality of *Hoohuli* in the context of municipal  
 10 taxpayer standing remains an open question, however.” The Court applied *Cammack*  
 11 without analyzing this “open question” and the effect on municipal taxpayer standing.  
 12 *Id.*

13 However, in *Villa*, the Ninth Circuit held that a municipal taxpayer must allege a  
 14 “direct injury, pecuniary or otherwise” just like a state taxpayer and as required under  
 15 *ASARCO*. *Villa*, 865 F.3d at 1229. Specifically, the Ninth Circuit held: “In *Asarco*  
 16 *Inc. v. Kadish*, 490 U.S. 605 (1989), the Supreme Court held that a state taxpayer must  
 17 allege ‘direct injury,’ pecuniary or otherwise’ to have taxpayer standing under Article  
 18 III.... We see no reason why the standing analysis in a non-establishment clause case  
 19 should be different for a county taxpayer challenging an allegedly illegal act of the  
 20 county.... *Villa*’s allegation that her taxes have been used to finance Maricopa County  
 21 officials who have ‘intercepted communications in violation of Title III’ is an  
 22 insufficient allegation of direct injury within the meaning of *Asarco*.” *Id.* (internal  
 23 citations omitted).

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27 <sup>4</sup> Other Ninth Circuit cases construing municipal taxpayer standing have, like  
 28 *Cammack*, relied on *Hoohuli*. See *Cantrell v. City of Long Beach*, 241 F.3d 674 (9th  
 Cir. 2001); *Doe v. Madison Sch. Dist. No. 321*, 177 F.3d 789, 793-794 (9th Cir. 1999).

1       Here, AREPS has not alleged “a direct injury, pecuniary or otherwise” or facts  
2 demonstrating that AREPS’ interest in the application of municipal revenues is “direct  
3 and immediate” as required by Ninth Circuit precedent. *Id.*; *ASARCO*, 490 U.S. at  
4 613. Nor has AREPS shown or established redressability. AREPS contends it seeks to  
5 “enjoin [] the enforcement of an unconstitutional statute” (Opp. at 18), but the facial  
6 claims challenge only two subsections of LAMC 56.11. FAC at ¶¶ 230-235; 244-253.  
7 Even if the Court *sua sponte* enjoined the City from conducting any cleanups or  
8 enforcement of LAMC 56.11, it would be pure speculation to assume that the City  
9 would use those funds for tax relief as opposed to allocating them for another purpose.  
10 *DaimlerChrysler*, 547 U.S. at 344. The FAC’s allegations are insufficient to establish  
11 AREPS’s standing. *ASARCO*, 490 U.S. at 613; *Villa*, 865 F.3d at 1229. AREPS must  
12 be dismissed with prejudice.

## CONCLUSION

KFA and AREPS lack Article III standing to pursue any of the claims or requests for relief asserted in the FAC and must be dismissed pursuant to F.R.Civ.P. 12(b)(1).

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